

LEGAL NOTICE

STATE OF LOUISIANA, OFFICE OF CONSERVATION, BATON ROUGE, LOUISIANA.

In accordance with the laws of the State of Louisiana, and with particular reference to the provisions of Title 30 of Louisiana Revised Statutes of 1950, a public hearing will be held in the Hearing Room, 1st Floor, LaSalle Building, 617 North 3rd Street, Baton Rouge, Louisiana, at 9:00 a.m. on **TUESDAY, SEPTEMBER 9, 2008**, upon the application of **CHESAPEAKE OPERATING, INC.**

At such hearing the Commissioner of Conservation will consider evidence relative to the issuance of Orders pertaining to the following matters relating to the **Hosston Formation, Reservoir A, the Upper Cotton Valley Formation, Reservoir A and the Lower Cotton Valley Formation, Reservoir A**, in the Vernon Field, Jackson Parish, Louisiana.

1. To authorize applicant to drill, designate and utilize an alternate unit well for HOSS RA SU178, UCV RA SU178 and LCV RA SU178 at the location shown on the plats submitted with the application, or at any more exceptional location which is within a radius of fifty (50) feet of the bottomhole location shown on the plats submitted with the application.
2. To approve exceptions to the spacing provisions of Office of Conservation Order No. 798-A-8, effective January 22, 2002, Order No. 798-C-10, effective January 22, 2002, and Order No. 798-B-23, effective January 22, 2002 for the location of the proposed alternate unit well.
3. To find that the proposed alternate unit well is necessary to efficiently and economically drain a portion of the hydrocarbons underlying the units on which it is proposed to be drilled which cannot be efficiently and economically drained by any existing well on such units.
4. To permit the operator of HOSS RA SU178, UCV RA SU178 and LCV RA SU178 to produce the allowables assigned to these units from either the unit well, the alternate unit well, or from a combination of such wells, at the option of the operator.
5. To consider such other matters as may be pertinent.

The Hosston Formation, Reservoir A was initially defined in Order No. 798-A, effective February 28, 1980 and was further defined in Order No. 798-A-1, effective August 18, 1982.

The Upper Cotton Valley Formation, Reservoir A is defined in Order No. 798-C-10, effective January 22, 2002.

The Lower Cotton Valley Formation, Reservoir A was defined in Order No. 798-B-23, effective January 22, 2002 and was redefined as to LCV RA SU178 by Order No. 798-B-123, effective January 16, 2008.

Plats are available for inspection in the Office of Conservation in **Baton Rouge** and **Shreveport**, Louisiana.
www.dnr.state.la.us/CONS/CONSEREN/hearings/pubhearings.htm.

All parties having interest therein shall take notice thereof.

BY ORDER OF:

JAMES H. WELSH
COMMISSIONER OF CONSERVATION

Baton Rouge, LA

8/18/08;8/21/08

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IF ACCOMMODATIONS ARE REQUIRED UNDER AMERICANS WITH DISABILITIES ACT, PLEASE ADVISE THE OFFICE OF CONSERVATION-ENGINEERING DIVISION AT P.O. BOX 94275, BATON ROUGE, LA 70804-9275 IN WRITING WITHIN FIVE (5) WORKING DAYS OF THE HEARING DATE.